

Department of Finance STATE OF CALIFORNIA MANUAL OF STATE FUNDS		Fund: 0230 PAGE 1 Renumbered From:
<u>Legal Title</u> Cigarette and Tobacco Products Surtax Fund		
<u>Legal Citation/Authority</u> Proposition 99, a voter initiative submitted and passed by the voters in November 1988 Revenue and Taxation Code section 30122		
<u>Fund Classification</u> <u>GAAP Basis</u> Governmental/Special Revenue Funds		<u>Fund Classification</u> <u>Legal Basis</u> Governmental/Other Governmental Cost Funds
<u>Purpose</u> To be used for treatment; research of tobacco-related diseases; school and community health education programs about tobacco; fire prevention; and environmental conservation and damage restoration programs.		
<u>Administering Agency/Organization Code</u> Department of Public Health/Org 4265		
<u>Major Revenue Source</u> Revenues from excise tax on cigarettes and other types of tobacco products.		
<u>Disposition of Fund (upon abolishment)</u> Pursuant to Government Code section 16346, absent language that identifies a successor fund, any balance remaining in this fund upon abolishment, shall be transferred to the General Fund.		
<u>Appropriation Authority</u> Section 30122 of the Revenue and Taxation Code provides that the money in the fund may only be appropriated as specified. Section 30124 of the Revenue and Taxation Code provides the following formula for moneys deposited in the fund: <ol style="list-style-type: none"> (1) Twenty percent shall be deposited in the Health Education Account (Fund 231). (2) Thirty-five percent shall be deposited in the Hospital Services Account (Fund 232). (3) Ten percent shall be deposited in the Physician Services Account (Fund 233). (4) Five percent shall be deposited in the Research Account (Fund 234). (5) Five percent shall be deposited in the Public Resources Account (Fund 235). (6) Twenty-five percent shall be deposited in the Unallocated Account (Fund 236). 		
<u>State Appropriations Limit</u> Always Excluded – Revenues in this fund are not proceeds of taxes and even after transfer, will never become proceeds of taxes because the major revenue source is specifically excluded per the constitution.		
<u>Comments/Historical Information</u> This fund was originally set up with Board of Equalization (0860) as the Administering Agency instead of Department of Health Services. Original Administrative Organization Code 4260 was changed to 4265 due to the Department of Health Services splitting into two departments effective July 2007 according to Chapter 241, statutes of 2006 SB162.		